STATE OF HAWAII DEPARTMENT OF LAND AND NATURAL RESOURCES Land Division Honolulu, Hawaii 96813

April 12, 2013

Board of Land and Natural Resources State of Hawaii Honolulu, Hawaii

KAUAI & OAHU

Request to Write-Off Uncollectible Accounts on the Island of Kauai (Island Power Company, GL 5193 owing \$3,446.79) and Oahu (Charles Vierra c/o Stewart Vierra, RP 6274, owing \$2,019.95)

BACKGROUND:

Pursuant to Section 40-82, Hawaii Revised Statutes, the directors, boards, or executive heads of executive departments may from time to time prepare and submit for review of the Attorney General a list of all uncollectible accounts in their departments. Such accounts as the Attorney General finds to be uncollectible shall be entered in a special record and be deleted from the accounts receivable records of the departments, which shall thereupon be relieved from any further accountability for their collection.

Listed below are the balances that have been deemed uncollectible:

GL 5193 Island Power Company

Wailua, Kauai

Amount owning: \$3,446.79

This was a general lease for water license and associated non-exclusive easements purposes that commenced on July 26, 1990, and terminated on July 13, 2001. Annual rent was \$3,200 for the water license.

The Land Board at its meeting of July 13, 2001, under agenda item D-6, terminated General Lease No. S-5193 for failure to keep lease rental payments and insurance current and did not post a performance bond.

The delinquency was turned over to Medcah, Inc. on December 28, 2001 and on November 2012, Medcah notified the Department they have exhausted all efforts to collect and are unable to do so.

RP 6274

Charles Vierra c/o Stewart Vierra

Hauula, Oahu

Amount owning:

\$2,019.95

This was a revocable permit for general agriculture and residence purposes that commenced on January 1, 1986 and terminated on September 14, 2001. Monthly rent was \$60.00.

The Land Board at its meeting of September 14, 2001, under agenda item D-9, terminated Revocable Permit No. S-6274 for failure to keep lease rental payments current, and rescinded prior board approval of June 23, 2000, under item D-19 to issue a new revocable permit to Stewart Vierra who continued to reside on the permit premises (Charles Vierra, Stewart's father, has passed away).

The delinquency was turned over to Medcah, Inc. on August 31, 2004 and on November 2012, Medcah notified the Department they have exhausted all efforts to collect and are unable to do so.

RECOMMENDATION:

That the Board approve and recommend to the Attorney General the above listed uncollectible accounts be deleted from the Department of Land and Natural Resources' accounts receivable and placed in a special record and that should any account so listed become collectible, that such account be transferred back to the current accounts receivable.

Respectfully Submitted,

Special Projects and Development Specialist

APPROVAL FOR SUBMITTAL:

William J. Aila, Jr., Chairperson